

YEAR 2004

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PUBLIC SERVICE
COMMISSION

ANNUAL REPORT

OF THE

NAME FIRELIGHT MEADOWS, LLC, d/b/a FIRELIGHT MEADOWS WATER SERVICE

LOCATION BIG SKY, MONTANA

PRIVATE WATER UTILITY

TO THE

PUBLIC SERVICE COMMISSION

OF MONTANA

FOR THE YEAR ENDING DECEMBER 31, 2004

GENERAL INSTRUCTIONS

1. Prepare this report in conformity with the 1984 National Association of Utility Regulatory Commissioners Uniform System of Accounts for Water Utilities.
2. Interpret all accounting words or phrases in accordance with the USOA.
3. Complete each question fully and accurately, even if it has been answered in a previous annual report. Enter the word "None" where it truly and completely states the fact.
4. For any question, section or page which is not applicable to the respondent enter the words "Not Applicable or NA". Do not omit any pages.
5. Where dates are called for, the month and day should be stated as well as the year.
6. Complete this report by means which result in a permanent record.
7. If there is not enough room on any schedule, an additional page or pages may be added provided the format of the added schedule matches the format of the schedule with not enough room. Such a schedule should reference the appropriate schedules, state the name of the utility, and state the year of the report.
8. This report should be filled out in duplicate and one copy returned within 2 1/2 months after the close of the reporting period. The report should be returned to:

Montana Public Service Commission
Utility Division
2701 Prospect Avenue
Helena, Montana 59620

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REPORT OF

FIRELIGHT MEADOWS, LLC, d/b/a FIRELIGHT MEADOWS WATER SERVICE
(Exact Name of Utility)

PO BOX 160278, BIG SKY, MT 59716-0278

(Address)

(City, State, Zip Code)

For Year Ended DECEMBER 31, 2004

Date Utility First Organized JUNE 18, 2002

Telephone Number (406) 995-4181
1901 Chambers Drive

Location where books and records are located Bozeman, MT 59715

Contracts:			
Name	Title	Principal Business Address	Salary
Person to send correspondence: PAUL S. PARISER	PRESIDENT	PO BOX 160278 BIG SKY, MT 59716-0278	XXXXXXX
Person who prepared this report: BILL WISE	BOOKKEEPING CONSULTANT	PO BOX 6204 BOZEMAN, MT 59771-6204	XXXXXXX
Officers & Managers: DICK HOVDE	OPERATIONS MANAGER	PO BOX 160278 BIG SKY, MT 59716-0278	\$29,000
			\$
			\$
			\$
			\$
			\$

Report every corporation or person owning interest or holding directly or indirectly 5 percent or more of the voting securities of the reporting utility:

Name	Precent Ownership in Utility	Principal Business Address	Salary Charged Utility
PAUL S. PARISER	57%	PO BOX 160278 BIG SKY, MT 59716-0278	\$ 0
SUE REID	10%	PO BOX 160278 BIG SKY, MT 59716-0278	\$ 0
HEIBERG, INC.	6%	PO BOX 1407 FINDLEY, OH 45839	\$ 0

INCOME STATEMENT

Account Name	Current Year	Previous Year
GROSS REVENUE:		
Metered		
Residential	<i>Not Applicable (N/A)</i>	<i>N/A</i>
Commercial		
Industrial		
Other		
Unmetered		
Residential	<i>55,720</i>	<i>32,138</i>
Commerical	<i>744</i>	<i>744</i>
Industrial		
Fire Protection		
Bulk Sales		
Sale of Materials		
Other		
TOTAL GROSS REVENUE	<i>56,464</i>	<i>32,882</i>
Operation and Maintenance Expense	<i>45,625</i>	<i>49,985</i>
Depreciation Expense	<i>18,488</i>	<i>18,284</i>
Taxes Other Than Income	<i>450</i>	<i>312</i>
Income Taxes		
Deferred Federal Income Taxes		
Deferred State Income Taxes		
TOTAL OPERATING EXPENSE	<i>64,563</i>	<i>68,269</i>
NET OPERATING INCOME (LOSS)	<i><8,099></i>	<i><35,387></i>
Other Income:		
Non-Utility Income		
Other Deductions:		
Non-Utility Expenses		
Interest Expense		
NET INCOME (LOSS)	<i><8,099></i>	<i><35,387></i>

COMPARATIVE BALANCE SHEET

ACCONT NAME	CURRENT YEAR	PREVIOUS YEAR
Assets:		
Utility Plant In Service	548,538	548,538
Accumulated Depreciation and Amortization	(55,464)	(36,772)
Net Utility Plant		
Cash	24,606	17,256
Customer Account Receivable	2,465	5,807
Other Assets (Specify)		
Previous organizational costs of		
30,102 are included in		
Utility Plant in Service		
Total Assets	520,145	534,829
Liabilities an Capital:		
Common Stock Issued		
Preferred Stock Issued		
Other Paid In Capital		
Retained Earnings	520,145	534,829
Proprietary Capital		
Total Capital		
Long Term Debt		
Accounts Payable		
Notes Payable		
Customer Deposits		
Accrued Taxes		
Other Liabilities (Specify)		
Advances for Construction		
Contributions In Aid Of		
Construction		
Previous Aid to Construction of		
565,499 was reported in error		
Total Liabilities and Capital	520,145	534,829

Accumulated Depreciation and Amortization of Utility Plant

Account 108	Current Year	Previous Year
Balance First of Year	36,976	18,488
Credits During Year	18,488	18,488
Accruals Charged to Depreciation Account		
Salvage	20,074	20,074
Other Credits (Specify)		
Total Credits	75,538	57,050
Debits During Year:		
Book Cost of Plant Retired		
Cost of Removal		
Other Debits (Specify)		
Balance End of Year	75,538	57,050

CONTRIBUTIONS IN AID OF CONSTRUCTION

Report below all contractor and developer agreements and line extension agreements from which cash or property was received during the year	Indicate "Cash or Property"	Amount
Total During Year		0

ACCUMULATED DEFERRED INCOME TAXES

Description	Total
Accumulated Deferred Income Taxes:	
Federal	0
State	0
Total Accumulated Deferred Income Taxes	0

CAPITAL STOCK

	Common Stock	Preferred Stock
Par or stated value per share		N/A
Shares authorized		
Shares issued and outstanding		
Total par value of stock issued		
Dividends declared per share for year	0	

RETAINED EARNINGS

	Appropriated	Unappropriated
Balance first of year		528,244
Changes during year (Specify): <i>Net Loss</i>		(8,099)
Balance end of year		520,145

PROPRIETARY CAPITAL

	Proprietor or Partner	Partner
Balance first of year		
Changes during year (specify):		
Balance end of year	0	

LONG TERM DEBT

Description of Obligation	Interest		Principal Per Balance Sheet Date
	Rate	Pymts	
			0
Total			0

WATER UTILITY PLANT ACCOUNTS

Acct No.	Account Name	Previous Year	Additions	Retirements	Current Year
301	Organization	30,102	0	0	30,102
302	Franchises				
303	Land & Land Rights				
304	Structures and Improvements	320,275			320,275
305	Collecting and Impounding Reservoirs				
306	Lake River and Other Intakes				
307	Wells and Springs	22,524			22,524
308	Infiltration Galleries and Tunnels				
309	Supply Mains	15,811			15,811
310	Power Generation Equipment				
311	Pumping Equipment				
320	Water Treatment Equipment				
330	Distribution Reservoirs and Standpipes	98,973			98,973
331	Transmission and Distribution Mains				
333	Services <i>Lines</i>	25,920			25,920
334	Meters and Meter Installations				
335	Hydrants	16,833			16,833
339	Other Plant and Miscellaneous Equipment				
340	Office Furniture and Equipment	8,560			8,560
341	Transportation Equipment				
342	Stores Equipment				
343	Tools, Shop & Garage Equipment	4,499			4,499
344	Laboratory Equipment				
345	Power Operated Equipment				
346	Communication Equipment				
347	Miscellaneous Equipment	5,041			5,041
348	Other Tangible Plant				
	Total Water Plant	548,538	0	0	548,538

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT

ACCT. NO.	ACCOUNT	AVERAGE SERVICE LIFE IN YEARS	AVERAGE SALVAGE IN PERCENT	DEPR. RATE APPLIED	ACCUMULATED DEPRECIATION BALANCE PREVIOUS YEAR	DEBITS	CREDITS	ACCUMULATED DEPRECIATION BALANCE END OF YEAR
304	Structures & Improvements	30	5%	3%	21,352		11,676	32,028
305	Collecting & Impounding Reservoirs		%	%				
306	Lake River & Other Intakes		%	%				
307	Wells and Springs	30	1%	3%	1,502		751	2,253
308	Infiltrations Galleries & Tunnels		%	%				
309	Supply Mains	30	1%	3%	1,054		527	1,581
310	Power Generating Equip.		%	%				
311	Pumping Equipment		%	%				
320	Water Treatment Equip.		%	%				
330	Distribution Reservoirs & Standpipes	30	1%	3%	6,598		3,299	9,897
331	Trans. & Dist. Mains		%	%				
333	Services Lines	30	1%	3%	1,728		864	2,592
334	Meter & Meter Installation		%	%				
335	Hydrants	30	1%	3%	1,132		561	1,693
339	Other Plant & Misc. Equip.		%	%				
340	Office Furniture and Equipment	10	1%	1%	1,712		856	2,568
341	Transportation Equip.		%	%				
342	Stores Equipment		%	%				
343	Tools, Shop & Garage Equipment	10	1%	1%	900		450	1,350
344	Laboratory Equipment		%	%				
345	Power Operated Equipment		%	%				
346	Communication Equipment		%	%				
347	Miscellaneous Equipment	10	1%	1%	1,008		504	1,512
348	Other Tangible Plant		%	%				
	Totals				36,974		18,488	55,464

WATER OPERATION AND MAINTENANCE EXPENSE

ACCOUNT NAME	AMOUNT
Salaries and Wages - Employees	29,000
Salaries and Wages - Officers, Directors and Majority Stockholders	
Employee Pensions and Benefits	
Purchased Water	
Purchased Power	3,954
Fuel For Power Production	
Chemicals <i>Water Sampling, Pump Maintenance</i>	1,272
Materials and Supplies	1,137
Contractual Services	5,553
Rents	2,500
Transportation Expense	
Insurance Expense	2,519
Regulatory Commission Expense	
Bad Debt Expense	
Miscellaneous Expense	138
Total	46,075

PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES

Report all information concerning rate, management, construction, advertising, labor relations, public relations, or other similar services rendered the respondent for which the aggregate payments during the year to any corporation, partnership, individual or organization of any kind whatever, amounting to \$500. or more. Utilities having revenue in excess of \$100,000 should report amounts of \$5,000 or more.

[illegible]

SOURCES OF WATER SUPPLY

Surface Water: River _____ Lake _____ Stream _____ Impounding Res. _____
 Ground Water: Springs No. _____ Shallow Wells No. _____ Deep Wells No. 2

SUPPLY, TRANSMISSION & DISTRIBUTION MAINS (FEET)

Size Inches	First of Year	Laid During Year	Total	Abandoned During Yr.	Taken Up During Yr.	Total	Close of Year
8"	5670'	0	5670'	0	0	0	5670'
2 1/2"	280'	0	280'	0	0	0	280'
1 1/4"	2500'	0	2500'	0	0	0	2500'
2"	866'	0	866'	0	0	0	866'
Total	9316'	0	9316'	0	0	0	9316'

RESERVOIRS, STANDPIPES AND PURIFICATION SYSTEM

Number of Reservoirs 1 Capacity in Gallons 347,000
 Number of Standpipes 0 Capacity in Gallons 0
 Method of Purification None, water is sampled & tested monthly, is absent of bacteria and does not require purification.
SERVICES AND METERS

Services
 2 in. _____ 5/8 in. _____ 1 in. _____ 1 1/2 in. 18 2 in. 2 3 in. _____ 4 in. _____ 6 in. _____
 Meters
 _____ 1 _____

NUMBER AND CLASSIFICATION OF CONSUMERS

-Beginning of Year-

-Close of Year-

Classification	Metered	Unmetered	Total	Metered	Unmetered	Total	Increase or Decrease
Residential		159	159		162	162	3
Commercial		0	0		1	1	1
Industrial							
Fire Hydrants		10	10		10	10	0
Governmental							
All Other							
Total		169	169		173	173	

TOTAL PUMPING STATION STATISTICS

Total Amount of Water Obtained by all methods during the Year 3,654,000 gals.
 Maximum Water obtained all methods during any one day 13,500 gals.
 Minimum Amount of Water obtained all methods during one day 0 gals.
 Total Amount of Water passed through customers meters during year No meters for customers gals.
 Range of ordinary pressure on mains 50 lbs. to 75 lbs.
 Range of fire pressure in mains 25 lbs. to 150 lbs.

STATE OF MONTANA)
County of GALLATIN)

We, the undersigned, on our oath do severally say that the foregoing return the Firelight Meadows, LLC, d/b/a Firelight Meadows, water utility, has been prepared under our direction from the original books, papers and records of said utility and declare the same to be a full, true and correct statement embracing all the financial transactions of said utility during the period for which the return is made.

Birch Wise

Subscribed and sworn to before me this 17th day of NOVEMBER, 19 2005.

Susan L. Woridat

SUSAN L. WORIDAT

NOTARLY PUBLIC FOR THE STATE
OF MONTANA

Residing at : BOZEMAN, MT

My Commission expires: Aug. 3, 2006

